



ARIZONA DEPARTMENT OF TRANSPORTATION HIGHWAY USER REVENUE FUND

JUNE 2006

(DOLLARS IN THOUSANDS)

Monthly Revenue Trends

	FY 2005	FY 2006		FY 2006 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
July	\$99,378	\$107,145	7.8%	\$104,122	2.9%
August	97,725	106,250	8.7%	103,779	2.4%
September	101,233	111,377	10.0%	102,329	8.8%
October	98,856	101,531	2.7%	100,921	0.6%
November	99,381	106,194	6.9%	105,062	1.1%
December	102,392	114,893	12.2%	111,575	3.0%
January	104,078	106,306	2.1%	115,424	-7.9%
February	106,502	112,857	6.0%	112,979	-0.1%
March	107,742	119,748	11.1%	110,970	7.9%
April	115,167	116,427	1.1%	117,663	-1.1%
May	92,371	110,329	19.4%	110,183	0.1%
June	120,728	118,568	-1.8%	111,293	6.5%
Total /1	\$1,245,553	\$1,331,625	6.9%	\$1,306,300	1.9%

Revenue Trends By Category

Fiscal Year to Date

<u>Category</u>	FY 2005	FY 2006		FY 2006 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
Gas Tax	\$481,284	\$489,081	1.6%	\$497,200	-1.6%
Use Fuel Tax	194,368	213,460	9.8%	205,000	4.1%
Motor Carrier	37,980	40,504	6.6%	40,300	0.5%
Veh. Lic. Tax /3	328,232	373,864	13.9%	350,300	6.7%
Registration	154,122	158,805	3.0%	160,300	-0.9%
Other	49,567	55,911	12.8%	53,200	5.1%
Total /1	\$1,245,553	\$1,331,625	6.9%	\$1,306,300	1.9%

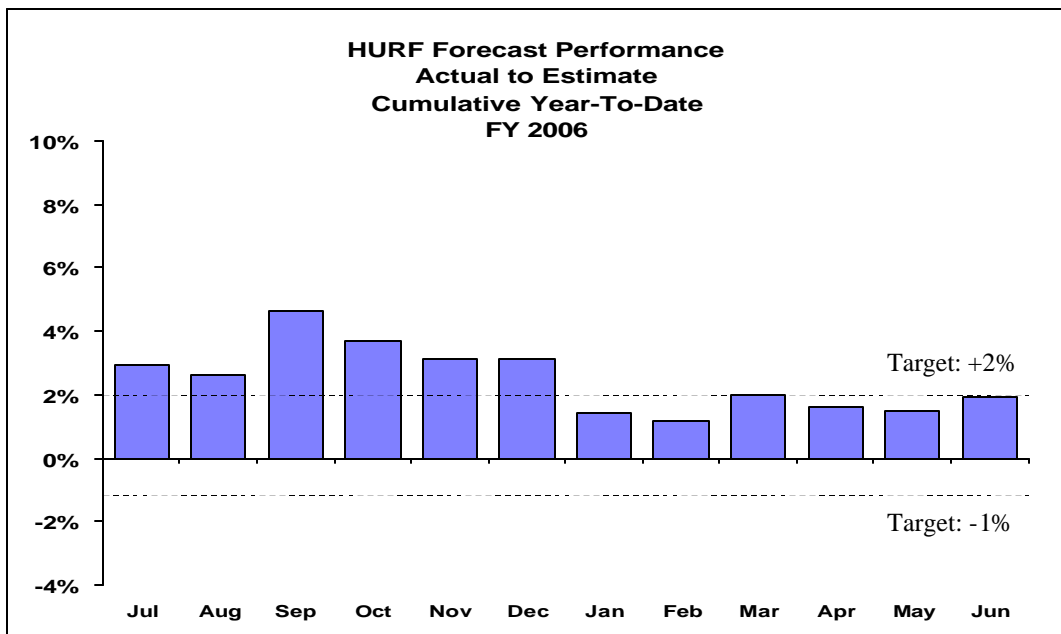
NOTES: /1. Details may not add due to rounding.

/2. Forecast as of August 2005.

/3. Includes \$2,693,306.64 that was transferred to the DPS Parity Compensation Fund.

The transfer impacts only the State Highway Fund per Laws 2005, Chapter 306 (SB 1119).

July 21, 2006



Summary:

FY 2006 HURF revenues amounted to \$1,331.6 million, an increase of 6.9 percent over FY 2005 and 1.9 percent above the estimate. June HURF collections totaled \$118.6 million, a decrease of 1.8 percent from June 2005, but 6.5 percent above the estimate. June 2005 revenues included a portion of the May 2005 commercial registration fees from IRP. All major revenue categories posted year-over-year gains with the weakest growth in the **Gas Tax** revenue category. Higher gas prices caused consumers to somewhat curtail their driving habits over the past year. According to AAA Arizona, the statewide average price of a gallon of gas was \$2.89 on June 29, 2006 compared to \$2.29 at the same time last year.

Highlights:

- The **Vehicle License Tax (VLT)** revenue category produced the largest year-over-year gain with a 13.9 percent over FY 2005. The main contributor to the **VLT** growth in FY 2006 was the renewal of an additional 370,000 used vehicles over FY 2005.
- The **Use Fuel Tax** revenue category posted a healthy 9.8 percent increase over FY 2005. The trucking industry continued to show strength even with the higher fuel prices.

